

BUSINESS MEETING
BEFORE THE
CALIFORNIA ENERGY RESOURCES CONSERVATION
AND DEVELOPMENT COMMISSION

CALIFORNIA ENERGY COMMISSION
HEARING ROOM A
1516 NINTH STREET
SACRAMENTO, CALIFORNIA

WEDNESDAY, NOVEMBER 6, 2002
10:18 A.M.

Reported by:
Peter Petty
Contract No. 150-01-006

PETERS SHORTHAND REPORTING CORPORATION (916) 362-2345

COMMITTEE MEMBERS PRESENT

William J. Keese, Chairman

James D. Boyd, Commissioner

John L. Geesman, Commissioner

Arthur H. Rosenfeld, Commissioner

Margaret J. Kim, Ex-Officio

STAFF PRESENT

Steve Larson, Executive Director

William Chamberlain, Chief Counsel

Penny Simmons, Public Adviser's Office

Betty McCann, Secretariat

Joseph Wang, Project Manager
Non-Residential Buildings Office

Alan Marshall
Residential Buildings and Finance Office

PETERS SHORTHAND REPORTING CORPORATION (916) 362-2345

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P R O C E E D I N G S

10:18 a.m.

COMMITTEE CHAIRMAN KEESE: Good morning.

We'll call this meeting of the Energy Commission
to order.

Mr. Boyd, would you lead us in the
pledge, please.

COMMITTEE MEMBER BOYD: Yes.

(Whereupon, the Pledge of
Allegiance was recited in unison.)

COMMITTEE CHAIRMAN KEESE: Welcome. It
looks like we don't have anything too
controversial to accomplish today.

The first item on our agenda, not on our
agenda will be to add item 15, Electricity
Surcharge Rate, to our agenda for today.

May I have a motion to do that, please.

COMMITTEE MEMBER BOYD: So moved.

(Thereupon, the motion was made.)

COMMITTEE MEMBER ROSENFELD: Second.

(Thereupon, the motion was seconded.)

COMMITTEE CHAIRMAN KEESE: Motion from
Commissioner Boyd, second from Commissioner
Rosenfeld.

All in favor?

1 (Ayes.)

2 COMMITTEE CHAIRMAN KEESE: Opposed?

3 Adopted, four to nothing.

4 I will now announce that that item has
5 been put over until our meeting on the 20th.

6 Commissioner Pernell will not be joining
7 us today.

8 We have the consent calendar before us
9 with the removal of item three, the item with
10 respect to the California Air Resources Board.
11 That will be taken up on the 20th, along with a
12 similar item dealing with another state agency.

13 May I have a motion on the consent
14 calendar items a, b, d, and e?

15 COMMITTEE MEMBER ROSENFELD: So moved.

16 (Thereupon, the motion was made.)

17 COMMITTEE CHAIRMAN KEESE: Motion from
18 Commissioner Rosenfeld.

19 COMMITTEE MEMBER GEESMAN: Second.

20 (Thereupon, the motion was seconded.)

21 COMMITTEE CHAIRMAN KEESE: Second from
22 Commissioner Geesman.

23 All in favor?

24 (Ayes.)

25 COMMITTEE CHAIRMAN KEESE: Opposed?

1 Adopted, four to nothing.

2 Item two, Local Jurisdiction Energy
3 Assistance Loan Account, possible approval of a
4 loan to the County of San Mateo for \$726,110 to
5 install two 250-kilowatt natural-gas-fired
6 cogeneration systems at the county general
7 hospital.

8 Good morning.

9 MR. WANG: Good morning, Commissioners.
10 My name is Joseph Wang and I am with the Non-
11 Residential Buildings Office. I am the project
12 manager.

13 San Mateo County is applying for a
14 \$726,110 loan to install two 250KW cogen systems
15 at the county general hospital. This project is
16 expected to save the county over \$330,000 a year.
17 The simple payback is 2.2 years after PG&E
18 furnishes the rebate.

19 COMMITTEE CHAIRMAN KEESE: Sounds
20 fantastic. Do I hear a motion?

21 COMMITTEE MEMBER GEESMAN: So moved.

22 (Thereupon, the motion was made.)

23 COMMITTEE CHAIRMAN KEESE: Motion by
24 Commissioner Geesman.

25 COMMITTEE MEMBER BOYD: Second.

1 (Thereupon, the motion was seconded.)

2 COMMITTEE CHAIRMAN KEESE: Seconded by

3 Commissioner Boyd.

4 Any further discussion?

5 All in favor?

6 (Ayes.)

7 COMMITTEE CHAIRMAN KEESE: Opposed?

8 Adopted, four to nothing. Great.

9 Item three, Energy Conservation

10 Assistance Act Account, possible approval of a

11 loan totaling \$40,000 to the United Cerebral Palsy

12 Association to install 23 energy-efficient heating

13 and air conditioning units.

14 MR. WANG: I'm also covering this item.

15 United Cerebral Association is applying

16 for a \$40,000 loan to replace their aging air

17 conditioning systems. This project is saving

18 about \$4800 a year, and the payback is 8.3 years.

19 And we have reviewed this project, and recommend

20 that this project be approved.

21 COMMITTEE CHAIRMAN KEESE: Thank you.

22 COMMITTEE MEMBER ROSENFELD: I move.

23 (Thereupon, the motion was made.)

24 COMMITTEE CHAIRMAN KEESE: Motion by

25 Commissioner Rosenfeld.

1 COMMITTEE MEMBER GEESMAN: Second.
2 (Thereupon, the motion was seconded.)

3 COMMITTEE CHAIRMAN KEESE: Seconded,
4 Commissioner Geesman.

5 All in favor?

6 (Ayes.)

7 COMMITTEE CHAIRMAN KEESE: Opposed?

8 Adopted, four to nothing.

9 Item four, International Energy Fund
10 Proposed Awards, possible approval of the top ten
11 proposals in rank order for the 13th solicitation
12 cycle of the \$250,000 International Energy Fund.

13 COMMITTEE MEMBER BOYD: Mr. Chairman, it
14 was my understanding this item has been removed
15 from today's agenda.

16 COMMITTEE MEMBER GEESMAN: That was my
17 understanding as well.

18 COMMITTEE CHAIRMAN KEESE: We have a
19 suggestion to remove this item from the agenda.
20 We will put this item over for a future meeting.

21 Do we have a date?

22 COMMITTEE MEMBER BOYD: No.

23 COMMITTEE CHAIRMAN KEESE: Over for a
24 future meeting.

25 Item five, Governor's Office of Planning

1 and Research, possible approval of Contract
2 200-02-003 for \$45,000 to provide writing and
3 research services for planning and policy
4 discussions regarding energy, otherwise known as tithing.

5 (Laughter.)

6 COMMITTEE MEMBER GEESMAN: I'll move it.

7 (Thereupon, the motion was made.)

8 COMMITTEE CHAIRMAN KEESE: Motion,
9 Commissioner Geesman.

10 Second?

11 COMMITTEE MEMBER ROSENFELD: Second.

12 (Thereupon, the motion was seconded.)

13 COMMITTEE CHAIRMAN KEESE: Commissioner
14 Rosenfeld.

15 All in favor?

16 (Ayes.)

17 COMMITTEE CHAIRMAN KEESE: Opposed?

18 Adopted, four to nothing.

19 Item six, Building Industry Institute,
20 possible approval of contract 400-02-002 for
21 \$97,000 to provide better builder training.

22 Good morning.

23 MR. MARSHALL: Good morning. My name is
24 Alan Marshall. I'm with the Residential Buildings
25 and Finance Office, and I'm asking for approval

1 of, it's the fifth-year continuation of the
2 builder training program. We work with Building
3 Industry Institute and it's Department of Energy
4 SEP, special project money. And I'm asking for
5 approval of the contract.

6 COMMITTEE CHAIRMAN KEESE: Thank you.

7 I have personally received a lot of
8 praise for this program.

9 COMMITTEE MEMBER ROSENFELD: It seems
10 like a very efficient program to me. I move it.

11 (Thereupon, the motion was made.)

12 COMMITTEE CHAIRMAN KEESE: Motion,
13 Commissioner Rosenfeld.

14 COMMITTEE MEMBER GEESMAN: Second.

15 (Thereupon, the motion was seconded.)

16 COMMITTEE CHAIRMAN KEESE: Second,
17 Commissioner Geesman.

18 All in favor?

19 (Ayes.)

20 COMMITTEE CHAIRMAN KEESE: Opposed?

21 Adopted, four to nothing. Thank you.

22 MR. MARSHALL: Thank you.

23 COMMITTEE CHAIRMAN KEESE: Item seven
24 has been moved to the agenda for December 11th.
25 Item eight has been moved to the agenda for the

1 20th of this month.

2 I will use this time to inform anybody
3 who is paying attention or not paying attention
4 that our next meeting will be on the 20th. We
5 originally months ago had other dates for meetings
6 in November, but our remaining meeting in November
7 will be on the 20th.

8 Item nine, Minutes, this is the Michal
9 Moore memorial resolution. We have the approval
10 of all past minutes. As of this time we will be
11 up to date. It's a shame Commissioner Pernell
12 could not be here to exult with us.

13 Do I have a motion?

14 COMMITTEE MEMBER BOYD: So moved.

15 (Thereupon, the motion was made.)

16 COMMITTEE CHAIRMAN KEESE: Motion,
17 Commissioner Boyd.

18 COMMITTEE MEMBER ROSENFELD: Second.

19 (Thereupon, the motion was seconded.)

20 COMMITTEE CHAIRMAN KEESE: Second,
21 Commissioner Rosenfeld.

22 All in favor?

23 (Ayes.)

24 COMMITTEE CHAIRMAN KEESE: Opposed?

25 Adopted, four to nothing.

1 COMMITTEE MEMBER GEESMAN: Chairman, I'd
2 like to be recorded as abstaining on those minutes
3 in the parenthetical relating to year 2000.

4 COMMITTEE CHAIRMAN KEESE: Thank you.
5 So noted.

6 Commission Committee and Oversight.

7 Seeing none, Chief Counsel's Report.

8 CHIEF COUNSEL CHAMBERLAIN: Yes,
9 Mr. Chairman. I need a brief closed session to
10 discuss a matter of litigation.

11 COMMITTEE CHAIRMAN KEESE: Thank you.
12 We will do that.

13 Executive Director's Report.

14 EXECUTIVE DIRECTOR LARSON: No report.

15 COMMITTEE CHAIRMAN KEESE: Would you
16 like to -- We are going to continue this meeting
17 afterwards on the third floor conference room in
18 open session. Would you like to just let us know
19 what we're --

20 EXECUTIVE DIRECTOR LARSON: It's to
21 discuss the development of the renewable standards
22 as dictated by statutes that were passed in the
23 legislature, and the relationship that the
24 Commission has with UC in that work.

25 COMMITTEE CHAIRMAN KEESE: Thank you.

1 So what we will be doing is going to
2 executive session, and then reconvening in the
3 third floor conference room to hear a staff
4 report.

5 Public Adviser's Report?

6 MS. SIMMONS: Hi, I'm Penny from the
7 Public Adviser's Office, and Roberta is out ill
8 and apologizes for not being here, but there is no
9 report at this time.

10 COMMITTEE CHAIRMAN KEESE: Thank you.

11 Public comment?

12 Seeing none, we will go into executive
13 session. The timing is right, we can do it in my
14 office. We'll do executive session in my office
15 and then we'll move to the third floor conference
16 room.

17 (Thereupon, the business
18 meeting was adjourned to
19 closed session at 10:18 a.m.)

20 --oOo--

21 *****

22 *****

23 *****

CERTIFICATE OF REPORTER

I, PETER PETTY, an Electronic Reporter,
do hereby certify that I am a disinterested person
herein; that I recorded the foregoing California
Energy Commission business meeting; that it was
thereafter transcribed into typewriting.

I further certify that I am not of
counsel or attorney for any of the parties to said
business meeting, nor in any way interested in
outcome of said matter.

IN WITNESS WHEREOF, I have hereunto set
my hand this 26th day of November, 2002.

PETERS SHORTHAND REPORTING CORPORATION (916) 362-2345